UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF NEW YORK

In re: Case No. 12-12020(MG)

RESIDENTIAL CAPITAL, LLC, et al. Chapter 11

Debtors Jointly Administered

MONTY ALLEN and HEATHER ALLEN

Creditors

CREDITORS, MONTY AND HEATHER ALLEN'S OPPOSITION TO DISALLOW EXPUNGEMENT OF CLAIM#6768, DEBTOR HOMECOMINGS FINANCIAL LLC AND/OR GMAC LLC

- 1. On April 21, 2009, Monty and Heather Allen sued Homecomings Financial, L.L.C. and other defendants including Re/Max, Inc., Re/Max Huntsville, Inc., Rise Realty, Inc., Rise Realty Parkway Plaza, Inc., Victor Englert, Charles Lanza, Jim Baker, Tommy Adams, Patrick McClain, and The Bank of New York Trust Company, Inc. (Attached Exhibit A).
- 2. On March 7, 2011, the plaintiffs amended the complaint and added GMAC Mortgage, L.L.C. as a party. (Attached Exhibit B).
- 3. After taking a corporate representative's deposition, the plaintiffs amended their complaint to add GMAC, Inc. (Attached Exhibit I).
- 4. On May 22, 2012, counsel for the defendants in Lauderdale County Circuit Case No. CV 2009-900073 filed a notice of bankruptcy. (Attached Exhibit C).
- 5. On June 13, 2012, Lauderdale County Circuit Court Judge Michael T. Jones signed an order staying all litigation based on the notice of bankruptcy filed by the defendants. (Attached Exhibit D).
 - 6. Monty and Heather Allen's claim did not involve any claims regarding mortgages.
- 7. This claim involves breach of contract and fraud related to a foreclosed home Monty and Heather Allen attempted to purchase. Although the defendants signed a contracted, the defendants refused to sell the home to Monty and Heather Allen.
- 8. As far as Monty and Heather Allen are aware, Residential Capital, L.L.C. is not a debtor involved in their litigation.

- 9. On September 20, 2013, Residential Capital, L.L.C. filed their 38th Omnibus Objection to Claims (Wrong Debtor Borrower Claims). (Attached Exhibit F).
- 10. The stated reason for the modification was the claim was filed against the incorrect debtor. The modified debtor designation was identified as Homecomings Financial, L.L.C. 12-12042. (Attached Exhibit F).
- 11. On July 25, 2014, ResCap Liquidating Trust filed a motion to extend the date by which objections to claims must be filed.
 - 12. The bankruptcy court extended this deadline to June 15, 2015.
- 13. Although Monty and Heather Allen never received notice of the pending bankruptcy as it related to their case, in an abundance of caution, undersigned counsel filed a notice of claim on February 20, 2013. (Attached Exhibit E and Attached Exhibit J).
- 14. Because the debtors failed to notify Monty and Heather Allen of the pending bankruptcy, the debtors cannot disallow their claim as being untimely filed. (Attached Exhibit J).
- 15. On June 21, 2013, ResCap sent a letter to Monty and Heather Allen requesting additional information regarding the notice of claim filed on February 20, 2013. At no time did ResCap object to the claim as being untimely filed. (Attached Exhibit G).
- 16. Monty and Heather Allen responded to this request for additional information and sent the requested information on July 17, 2013. (Attached Exhibit H).
- 17. At no time did the debtors indicate the claim was untimely filed. Instead, they led Monty and Heather Allen and undersigned counsel to believe the claim had been appropriately filed and was being processed and accepted.
- 18. The bankruptcy court is a court of equity and has equitable powers to allow or disallow claims.
- 19. No other party involved in the bankruptcy will be prejudiced by the allowance of this claim.
- 20. At this time, no court or jury has determined the legal responsibility and/or the damages associated with the litigation filed in Lauderdale County Circuit Court Case No. CV 2009-900073, Monty and Heather Allen v. Homecomings Financial, et al.
- 21. Monty and Heather Allen move the court to allow relief from the automatic stay of the bankruptcy to allow them to liquidate the claim against the defendants.

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CERTIFICATE OF SERVICE

I hereby certify I have on this \(\sum_{\text{of}} \) day of \(\sum_{\text{of}} \) \(\sum_{\text{of}} \) 2014 served a copy of the foregoing on the following attorneys and/or parties listed below:

Honorable Martin Glenn United States Bankruptcy Court Southern District of New York Alexander Hamilton Custom House 1 Bowling Green New York, NY 10004-1408

ResCap Liquidating Trust, Morrison & Foerster LLP Attn: Norman S. Rosenbaum and Jordan A. Wishnew 250 West 55th Street
New York, NY 10019

ResCap Liquidating Trust, Kramer Levin Naftalis & Frankel LLP Attn: Kenneth H. Eckstein, Douglas H. Mannal, and Joseph A. Shifer 1177 Avenue of the Americas New York, NY 10036

Office of the United States Trustee for the Southern District of New York U. S. Federal Office Building Attn: Linda A. Riffkin and Brian S. Masumoto 201 Varick Street, Suite 1006 New York, NY 10014

The ResCap Liquidating Trust Attn: Jeffrey Brodsky Quest Turnaround Advisors 800 Westchester Ave., Suite S-520 Rye Brook, NY 10573

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